

Scott M. Matheson, Governor Temple A. Reynolds, Executive Director Dee C. Hansen, State Engineer

1636 West North Temple • Salt Lake City, UT 84116 • 801-533-6071

December 16, 1983

COLORADO RIVER

Crater Exploration Inc. 954 East 7145 South Midvale, UT 84047

WATER

Dear Applicant:

RE: APPROVED APPLICATION NUMBER 01-179 (A58739)

Enclosed is a copy of the above-numbered approved Application. This is your authority to proceed with actual construction work which, under Sections 73-3-10 and 73-3-12, Utah Code Annotated, 1953, as amended, must be diligently prosecuted to completion. The water must be put to beneficial use and proof of appropriation be made to the State Engineer on or before the proof due date shown below otherwise, the application will be lapsed.

*** PROOF DUE DATE: February 28, 1987 ***

Proof of Appropriation is evidence to the State Engineer that the water has been placed to its full intended beneficial use. By law, it must be prepared by a registered engineer or land surveyor, who will certify to the location and the uses for the water. Your proof of appropriation will become the basis for the extent of your water right.

Failure on your part to comply with the requirements of the statutes may result in the forfeiture of this application.

Yours truly,

FOR Dee C. Hansen, P.E.

State Engineer

Enclosure: Copy of Approved Application

Memorandum Decision

BEFORE THE STATE ENGINEER OF THE STATE OF UTAH

IN	THE	MATTER	OF	APPLICATION)		
NUMBED		50720	(01-179))	MEMORANDUM	DECISION	
NON	IDEK	30/39	(OT-	-1/9))		

Application Number 58739 (01-179) was filed on April 14, 1983 by Crater Exploration, Inc. to appropriate 10.0 cfs. of water from the Colorado River between the points South 325 feet and East 3960 feet from the W 1/4 Corner and North 130 feet from the SW Corner, Section 8, T23S, R24E, SLB&M. The water will be pumped from the river and used year-round for the placer mining of heavy and precious metals within the S 1/2, Section 8, T23S, R24E, SLB&M. After the water has been used, the fines will be allowed to settle in tailings ponds and adjacent to the river and the water will seep back into the river. The application was advertised beginning July 21 and ending August 4, 1983 in the Times Independent. The application was protested by the Bureau of Reclamation on September 2, 1983. However, the protest was withdrawn on September 21, 1983.

This Memorandum Decision is written to remind the applicant that the mining operation must be so constructed that after the water has been used, the fines must be settled out and the water allowed to percolate back into the river. The State Engineer will consider this application for approval for a specific time as outlined in Section 73-3-8, Utah Code Annotated, 1953 as revised. After having discussed the potential of the mining work under this application with the applicant, it was decided that a period of ten years would provide the applicant sufficient time to claim the resource.

It is, therefore, ordered, and Application No. 58739 (01-179) is hereby APPROVED subject to all prior rights and with the notation that this application will lapse ten years from the date hereof.

The applicant has the requirement of showing diligence in developing this right and for preparing and submitting proof of appropriation for the use of water as required by Sections 73-3-12 and 73-3-16, U.C.A.

This decision is subject to the provisions of Section 73-3-14, Utah Code Annotated, 1953, which provides for plenary review by the filing of a civil action in the appropriate district court within sixty days from the date hereof.

Dated this 16th day of December, 1983.

FOR Dee C. Hansen, P.E., State Engineer

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Mailed a copy of the foregoing Memorandum Decision this 16th day of December, 1983, to:

Crater Exploration, Inc. 954 East 7145 South Midvale, Utah 84047

By: Maura

Shawna L. Malcolm, Secretary